# AIR PERMIT FOR BIG WEST REFINERY PUBLIC HEARING

TRANSCRIPT OF PROCEEDINGS TAKEN ON:
WEDNESDAY, DECEMBER 5, 2007
6: 11 P. M.

Reported by: Victoria L. Thomas, CSR No. 12927

	Big West He 5, 2007, 6:11 p.m., at I	earing Transcript Discovery Elementary School, 7500 ield, California, before Victoria
2	Vaquero Avenue, Bakersfi L. Thomas, CSR No. 1292	ield, Caľifornia, before Victoria 7.
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4	APPEARA	ANCES OF COUNSEL
5		
6	For Big West Refinery:	Weston, Benshoof, Rochefort, Rubalcava, MacCuich
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2	CHRONOLOGICAL INDEX OF I	EVENTS:
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	2	WEDNESDAY, DECEMBER 5, 2007; 6:11 P.M.;	
	3	DI SCOVERY ELEMENTARY SCHOOL	
18: 11: 08	4		

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you all please take your seats? We're going to get

GERARDO RIOS: Good evening, everybody.

18: 11: 10 5 18: 11: 10 6

18: 11: 12 7

started.

18: 11: 14 8	As everybody's while everybody is
18: 11: 16 9	settling down, if I can ask folks to please turn your
18: 11: 18 10	cell phones off or to vibrate so that people don't get
18: 11: 24 11	distracted and so that our court reporter will be able
18: 11: 30 12	to do her job and the comment part.
18: 11: 36 13	As I mentioned earlier, if anybody needs
18: 11: 38 14	simultaneous interpretation, we have headphones over
18: 11: 40 15	there to the right.
18: 11: 52 16	Welcome to the US Environmental Protection
18: 11: 54 17	Agency's public hearing to receive comment on the
18: 11: 58 18	proposed Clean Air Act PSD permit, or prevention of
18: 12: 00 19	significant deterioration permit, proposed for Big
18: 12: 04 20	West's Clean Fuels Project.
18: 12: 28 21	My name is Gerardo Rios and I am the chief
18: 12: 30 22	of the Air Permits Office at EPA in Region 9, located in
18: 12: 34 23	San Francisco. From this point forward, I will only be
18: 12: 50 24	speaking English. I just wanted to make sure that
18: 12: 52 25	anybody that needed assistance in Spanish knew that

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18: 12: 56 1 there are materials that they can use in Spanish in the 18: 13: 00 2 back and some simultaneous interpretation. 18: 13: 16 For your information, the restrooms are 18: 13: 18 4 actually located on the -- on this exit to my left; 18: 13: 22 they're around the corner. And there's a drinking 18: 13: 26 6 fountain right outside this door. Please be clean and 18: 13: 32 7 useful when you use them. They're the school children's 18: 13: 36 8 We actually asked permission to use those rest rooms. 18: 13: 40 9 for adults, but typically they're -- the restrooms are 18: 13: 44 10 in this office, and that part of the building is closed, Page 4

who was organizing this public hearing and workshop for

18: 13: 48 11 so they allowed us to use that, so... 18: 13: 52 12 In case of an emergency, as you've probably 18: 13: 54 13 noticed, there's that exit and that exit (indicating). 18: 13: 58 14 So please walk to the nearest exit in case of an 18: 14: 02 15 emergency. 18: 14: 02 16 I would also like to take a moment to introduce the EPA staff that are here tonight at the 18: 14: 04 17 18: 14: 08 18 First of all, to my right there is Beatrice heari ng. 18: 14: 12 19 Wong, and she will be our public hearing officer today. We also have Katie Stewart or Kathleen Stewart. 18: 14: 14 20 our staff scientist, and she is who is preparing a PSD 18: 14: 20 21 18: 14: 26 22 permit for this project. 18: 14: 26 23 We also have Carol Bonacamp, she is our air 18: 14: 30 24 quality modeler. Trina Martynowicz, who organized --

18: 14: 36 25

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18: 14: 40 1 We also have Anita Lee of the staff, and she will 18: 14: 44 2 be our timekeeper today. Her function is going to be 18: 14: 46 3 basically to let people know when they have a minute 18: 14: 48 4 left and when the time is up. And we also have Leslie 18: 14: 52 5 Ramirez of my staff in the back. She is basically at the sign-in table, and she is also fluent in Spanish. 18: 14: 58 6 18: 15: 00 7 And finally we have Francisco Arcada, who is our public media officer. He's in the back. If you need something 18: 15: 06 8 18: 15: 10 9 in Spanish, he also speaks -- he's also bilingual. In addition to the EPA staff, I believe 18: 15: 14 10 18: 15: 16 11 there's -- we have a staff person from the San Joaquin Valley Air Pollution Control District, Mr. Cars. 18: 15: 20 12 And I think that's all of my introductions. 18: 15: 24 13 Page 5

18: 15: 30 14	If you have any questions about the permits
18: 15: 32 15	the San Joaquin Valley Pollution Control District is
18: 15: 34 16	preparing, please see Rich.
18: 15: 38 17	Tonight the public hearing will begin with a
18: 15: 40 18	brief presentation that I will be making regarding the
18: 15: 44 19	PSD permit that we're proposing for Big West and their
18: 15: 50 20	Clean Fuels Project. At the end of the presentation
18: 15: 52 21	Ms. Wong will discuss her role in running the public
18: 15: 54 22	hearing, go over some ground rules for the hearing,
18: 15: 56 23	including the process for submitting comments, and will
18: 16: 00 24	then open for her comments. So essentially, once I stop
18: 16: 04 25	talking, she'll be in charge, so listen to her. So with

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18: 16: 10 that, I will start with the presentation. I'll try to 18: 16: 14 make it brief so that you all get an opportunity to make 2 18: 16: 18 comments. We do have a limited number of copies for 3 18: 16: 24 4 everyone -- for anyone that wants them in case they have 18: 16: 30 5 difficulty viewing the presentation, so if you really 18: 16: 32 need a copy, we have some in the back. We didn't bring 18: 16: 36 7 a lot of them. We can also make some available for you 18: 16: 40 8 if you tell us that you want one after the hearing. 18: 16: 46 9 This presentation will also be posted on our website. So why are we here today? The main reason 18: 16: 52 10 18: 16: 56 11 we are here tonight is to hear your comments on a 18: 16: 58 12 proposed air permit for the construction of new equipment at the existing Big West refinery. 18: 17: 00 13 18: 17: 04 14 purpose of this presentation is to briefly describe the proposed project, the EPA's process for issuing air 18: 17: 06 15 permits, and the proposed air permit, as well as the 18: 17: 10 16 Page 6

18: 17: 14 17	process for commenting on the proposed permit.
18: 17: 18 18	First let me tell you a little bit about who
18: 17: 20 19	we are. We work with the US Environmental Protection
18: 17: 26 20	Agency, and the Agency's mission is to protect human
18: 17: 28 21	health and the environment. The EPA is organized into
18: 17: 32 22	ten regional offices. We work for EPA Region 9, which
18: 17: 36 23	basically is in charge of overseeing environmental
18: 17: 42 24	protection in Arizona, Nevada, California, Hawaii, and
18: 17: 46 25	the Pacific Islands.

18: 17: 52	1	In some cases we have direct authority for
18: 17: 56	2	writing air permits. So aside from our oversight role,
18: 18: 04	3	which is primarily our role in some areas like most of
18: 18: 08	4	California, the EPA actually has direct permitting a
18: 18: 12	5	direct permitting role. In this case, we're writing
18: 18: 16	6	we're proposing a permit for the Big West Clean Fuels
18: 18: 22	7	Project.
18: 18: 22	8	In other places we have actually delegated
18: 18: 24	9	the PSD permitting authority, like in the South Coast
18: 18: 28	10	Air Quality Management District in Arizona and Nevada.
18: 18: 34	11	So what is Big West and Big West is
18: 18: 38	12	currently owned by Flying J and is an existing oil
18: 18: 42	13	refinery located about two and a half miles northwest of
18: 18: 46	14	Bakersfield. Flying J purchased the refinery from Shell
18: 18: 48	15	$\operatorname{Oil}$ after an announcement that Shell had plans to close
18: 18: 52	16	the refinery. The refinery currently processes about
18: 18: 54	17	70,000 barrels of crude oil a day and contributes to
18: 18: 58	18	about 2.2 percent of California's gasoline supply and 6 $$
18: 19: 02	19	percent of its diesel. A little more than a third of Page 7

18: 19: 04 20	the total crude is left in some interim form and is
18: 19: 08 21	escorted for its final processing to other refineries
18: 19: 10 22	throughout the state.
18: 19: 14 23	This map generally shows you the location of
18: 19: 16 24	the refinery. And you can find this map on the website,
18: 19: 22 25	and there's a copy of it in the back, so if you want to

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18: 19: 24 look at it more closely, because I know it's a little 1 18: 19: 26 2 difficult to see it in this one. 18: 19: 30 3 So what is the proposed Clean Fuels Project? 18: 19: 34 Big West is proposing to construct additional processing 4 18: 19: 38 5 units at the existing refinery. They would like to 18: 19: 42 6 construct this project in order to process intermediate 18: 19: 44 7 gas oils that are currently being exported to other 18: 19: 48 8 refineries, as I mentioned in the previous slide. If the proposed project is constructed, 18: 19: 50 9 18: 19: 52 10 Big West would convert these intermediate gas oils into gasoline and diesel fuel that meet California's gasoline 18: 19: 56 11 18: 19: 58 12 and diesel fuel standards. Big West calls this project 18: 20: 02 13 the Clean Fuels Project. The total amount of crude 18: 20: 04 14 processed at the refinery would not change. So what are the proposed changes? Big West 18: 20: 10 15 18: 20: 14 16 is requesting to add six new processing units to the existing refinery. These units would serve the purpose 18: 20: 18 17 18: 20: 20 18 of redefining -- excuse me -- refining the intermediate gas oils into things like gasoline and diesel and 18: 20: 24 19 18: 20: 26 20 treating the products at various stages of refinement to

remove contaminants such as sulfur. One of the proposed

units would convert the removed contaminants into Page 8

18: 20: 28 21

18: 20: 32 22

18: 20: 36 23

fertilizer.

18: 20: 36 24	The Clean Fuels Project would also add new
18: 20: 38 25	supporting equipment, including a new flare, new cooling
	9
	,
18: 20: 42 1	towers, water pumps, and four new process heaters.
18: 20: 48 2	So based on these changes, how will
18: 20: 52 3	emissions change? The proposed project will result in
18: 20: 54 4	an increase in emissions as shown in this table. The
18: 20: 58 5	largest increase will be of carbon monoxide, which is
18: 21: 04 6	formed during combustion processing.
18: 21: 04 7	The next largest increase will be with
18: 21: 08 8	organic compounds and then nitrogen dioxide particulate
18: 21: 12 9	matter. Again, this information can be found in posters
18: 21: 18 10	in the back, as well as on the website and our EPA
18: 21: 22 11	report.
18: 21: 24 12	So some of you may be asking, what is the
18: 21: 26 13	air permitting process? What is air permitting? There
18: 21: 30 14	are three types of Federal air permitting programs. Two
18: 21: 34 15	are basically preconstruction permitting programs, and
18: 21: 36 16	the first line is the prevention of significant
18: 21: 40 17	deterioration, or PSD, which is a program and a proposed
18: 21: 42 18	permit that we're discussing tonight. And this program
18: 21: 48 19	is basically for pollutants for which the air quality
18: 21: 52 20	that the District is not violating any of the Federal
18: 21: 58 21	standards.
18: 21: 58 22	The second program is also a preconstruction
18: 22: 00 23	permitting program, and it's an electrical air quality
18: 22: 06 24	act with Federal standards. The Clean Fuels Project is
18: 22: 12 25	also subject to this permitting program, and the Page 9

18: 22: 16	1	San Joaquin Valley Air Pollution Control District is
18: 22: 18	2	responsible for this permitting program and will be
18: 22: 20	3	proposing this permit in the future.
18: 22: 26	4	Finally, there's an operating permit program
18: 22: 28	5	for all major sources, also known as the Title 5
18: 22: 32	6	Permitting Program. San Joaquin Valley is also
18: 22: 34	7	responsible for this permitting program. Big West
18: 22: 38	8	currently holds a Title 5 permit and will have to
18: 22: 42	9	request our revisions to its refinery permit if the
18: 22: 48	10	proposed construction permits are finalized in the
18: 22: 52	11	issue. The Clean Fuels Project is basically subject to
18: 22: 56	12	all three, as I mentioned.
18: 23: 02	13	Tonight, we are going to discuss the PSD
18: 23: 08	14	permit program only. So let me mention to you what the
18: 23: 12	15	PSD permitting program is. PSD, as I mentioned, is a
18: 23: 16	16	preconstruction permitting program under the Clean Air
18: 23: 18	17	Act, which means that the source must obtain this permit
18: 23: 22	18	before it begins construction. The program requires
18: 23: 26	19	sources to install the best available control technology
18: 23: 30	20	to meet emissions limitations.
18: 23: 32	21	Permits must provide for emissions
18: 23: 34	22	verification, testing, and periodic monitoring. The
18: 23: 38	23	program also requires an analysis of impacts on air
18: 23: 40	24	quality, visibility, growth cells, and vegetation, as
10.22.11	25	woll as an analysis of impact and ospecially protected

18: 23: 48 1 areas such as national parks and forests. You might 18: 23: 52 2 hear them being called Class 1 areas. 18: 23: 54 3 The PSD program also prohibits the construction of sources that would cause or contribute 18: 23: 56 4 to violations of any national ambient air quality 18: 24: 00 5 In addition, under the Endangered Species 18: 24: 04 6 18: 24: 08 7 Act, EPA must insure that any action it takes, like issuing a PSD permit, does not adversely impact an 18: 24: 10 8 endangered species or its habitat. 18: 24: 14 9 18: 24: 20 10 So that's a little bit on the requirements 18: 24: 24 11 of the PSD permitting program. So what is the 18: 24: 26 12 permitting process? 18: 24: 28 13 There are several steps that are taken. 18: 24: 30 14 First a source must submit an application to the EPA 18: 24: 34 15 that describes the project and contains all the 18: 24: 36 16 information the EPA will need to process the 18: 24: 40 17 application. Many times with the PSD you must also submit 18: 24: 40 18 18: 24: 44 19 additional information. Once we determine that the 18: 24: 46 20 application is complete because we have all the 18: 24: 50 21 information we need, EPA conducts an analysis of the 18: 24: 54 22 application and the projects to determine if the project 18: 24: 58 23 as proposed would meet the requirements of the PSD 18: 25: 00 24 program. If the proposed project does not meet the 18: 25: 02 25

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18:25:04 1 requirements, EPA will inform the applicant; the 18:25:08 2 applicant can then either revise the permit application

### Big West Hearing Transcript or withdraw their permit application. Once EPA 18: 25: 10 3 determines that the proposed project will meet the 18: 25: 16 4 requirements of the PSD program, EPA proposes a permit 18: 25: 16 5 18: 25: 20 for public review and comment. The public comment 6 18: 25: 24 period lasts at least 30 days. In some instances, EPA 7 18: 25: 28 8 will hold a public hearing, and sometimes, like today, 18: 25: 34 9 an informational workshop to provide the public an 18: 25: 36 10 opportunity to both comment in person and to learn more 18: 25: 40 11 about our proposed permit. 18: 25: 42 12 At the close of the comment period, EPA 18: 25: 44 13 reviews all comments that it receives and prepares a 18: 25: 48 14 written response to comments. They like to note that 18: 25: 52 15 comments that we receive, whether oral or written, 18: 25: 56 16 e-mail or fax, will be weighted the same way. 18: 26: 00 17 If comments were received there is -- I'm 18: 26: 04 18 sorry. I already mentioned that. 18: 26: 06 19 For the Clean Fuels Project, we are 18: 26: 06 20 currently at the public comment and public hearing phase of the permitting process. I encourage you all to 18: 26: 08 21 18: 26: 12 22 participate fully in the public comment process; the 18: 26: 16 23 public comment period ends on January 7th.

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18: 26: 26	1	determination or a decision to issue or deny this
18: 26: 30	2	permit. That decision comes after we review all the
18: 26: 32	3	comments and written our responses.
18: 26: 40	4	So what is the EPA analysis of the Clean
18: 26: 44	5	Fuels Project? The Clean Fuels Project is subject to
		Page 12

I'd also like to emphasize to you that since

we're in the public comment process, EPA has not made a

18: 26: 20 24

18: 26: 24 25

### $$\operatorname{\textsc{Big}}$$ West Hearing Transcript PSD permitting requirements for nitrogen dioxide, sulfur 18: 26: 46 6 18: 26: 48 7 dioxide, carbon monoxide, and total particulate matter. 18: 26: 54 8 The EPA has determined that the project will 18: 26: 56 9 meet the requirements of the PSD program if constructed 18: 26: 58 10 and operated according to the terms of the proposed PSD 18: 27: 02 11 permit program. 18: 27: 02 12 The EPA findings or proposed findings 18: 27: 06 13 include a determination that the best available control technology will be used to comply with the strict 18: 27: 08 14 18: 27: 14 15 emissions policy that we have proposed in the permit, 18: 27: 14 16 and that based on the modeling results, this project 18: 27: 16 17 will not cause or contribute to any violation of the air 18: 27: 20 18 quality standards for those pollutants, nor will it 18: 27: 24 19 contribute to deterioration of any air quality beyond 18: 27: 26 20 the limits established under the Clean Air Act; and it 18: 27: 30 21 will also -- it will also not cause any adverse impact 18: 27: 34 22 on visibility or protected areas, such as Class 1 areas, 18: 27: 38 23 soils or vegetation. For more information on our results and our 18: 27: 42 24

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18: 27: 50	1	You can call Katie, or contact information is in one of
18: 27: 54	2	our handouts, or you can go to like I said, you can
18: 27: 56	3	go to our website or talk to one of us afterwards as
18: 27: 58	4	well.
18: 28: 02	5	The permit has a number of permit conditions
18: 28: 06	6	that we're proposing. Stringent emissions limitations
18: 28: 10	7	for all equipment that may emit pollutants regulated by
18: 28: 12	8	the PSD program are included in this permit. It also

18: 27: 44 25

analysis, please look in the back. There's our website.

# Big West Hearing Transcript contains requirements to install the best available

- 18: 28: 16 9 control technologies prior to starting operations. 18: 28: 18 10 18: 28: 22 11 also contains requirements to install instruments, 18: 28: 26 12 monitoring systems, and to conduct periodic monitoring 18: 28: 32 13 to insure compliance with emissions limitations in the 18: 28: 34 14 Requirements for the best operational practices 18: 28: 38 15 for all equipment regulated by the permit are included, as well as requirements for submitting approval and 18: 28: 42 16 18: 28: 46 17 inspection and operation and maintenance plans and area 18: 28: 52 18 pl ans. 18: 28: 52 19 Finally, there are requirements for initial performance and annual source tests regulated by the 18: 28: 54 20 18: 28: 56 21 And you will find all of this in the proposed permit. 18: 29: 00 22 permit. So what are the next steps after this 18: 29: 04 23
- 18: 29: 06 24 hearing? First, the PSD process -- for the PSD process
  18: 29: 12 25 to be complete, EPA must review responses to public

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18: 29: 14 1 comments, make a final decision on the permit. 18: 29: 18 If the EPA makes a final decision to issue 2 18: 29: 20 the final permit, there will be a 30-day wait period 3 prior to the permit becoming effective to allow for an 18: 29: 24 4 18: 29: 26 During this period anyone who commented on the 5 appeal. 18: 29: 30 6 permit may appeal their final decision. If an appeal is 18: 29: 34 7 filed, the permit may not be become effective until the 18: 29: 38 appeal is reviewed by the Environmental Appeals Board, 18: 29: 40 9 and they make a decision on the status of the permit. Also, the Endangered Species Act application 18: 29: 46 10 18: 29: 50 11 with the US Fish & Wildlife must be completed before we

# $$\operatorname{\textsc{Big}}$$ West Hearing Transcript can finalize the permit.

- 18: 29: 54 12
- 18: 29: 56 13 Please be aware that there will be another
- 18: 29: 58 14 permitting process and public comment period for the
- 18: 30: 00 15 permits if and when the San Joaquin Valley Air Pollution
- 18: 30: 04 16 Control District proposes they are in this projector --
- 18: 30: 10 17 this project.
- 18: 30: 12 18 So how can you comment? You have several
- 18: 30: 16 19 One is to comment tonight, and you can do so options.
- by filling out the green speaker request form in the 18: 30: 20 20
- And -- I'm sorry, it's yellow. My notes here say 18: 30: 22 21
- 18: 30: 28 22 it's green. You can do that at the sign-in table.
- can also submit written comments, and they must be 18: 30: 36 23
- 18: 30: 38 24 submitted prior to January 7th, 2008.
- 18: 30: 42 25 To submit written comments, you may fill out

- 18: 30: 46 1 a written comment form that you can leave behind
- 18: 30: 48 2 tonight. And we have some forms in the back.
- you mail or hand deliver or fax the comments, you can do 18: 30: 54 3
- 18: 30: 58 4 so to our San Francisco office. And you can find our
- 18: 31: 02 5 address -- you see it up on the page, but you can also
- 18: 31: 06 6 find this information in some of the handouts in the
- 18: 31: 10 7 And you can also go to our website. Finally, you
- 18: 31: 16 have the option to submit comments to the website shown 8
- 18: 31: 20 9 above, right there. Instructions for submitting
- 18: 31: 24 10 comments are provided on the handout available at the
- 18: 31: 28 11 sign-in table.
- Again, I'd like to note that the comment 18: 31: 30 12
- period ends January 7th, 2008. I also want to point out 18: 31: 30 13
- 18: 31: 38 14 that, to make a suggestion -- I didn't make an overhead

- Big West Hearing Transcript for this because I wanted to make sure that you listen 18: 31: 42 15
- 18: 31: 46 16 to this part.
- Please focus your comments on the air 18: 31: 46 17
- 18: 31: 50 18 quality permit and the PSD process itself. We will not
- 18: 31: 54 19 be able to consider comments outside the PSD permitting
- If you have comments related to San Joaquin 18: 31: 58 20
- 18: 32: 02 21 permit in our comment period, we will not be able to
- 18: 32: 04 22 address those comments because they are not subject to
- 18: 32: 08 23 our proposal.
- 18: 32: 10 24 I suggest that you comment on the best
- 18: 32: 12 25 available control technology, our air control impact

- 18: 32: 16 1 analysis, and the proposed permit. Those will make
- 18: 32: 18 2 comments much more effective.
- 18: 32: 24 If you want more information, you can find 3
- it in these places located here. We have copies of the 18: 32: 26 4
- 18: 32: 30 5 air permit on our website. We have copies of the permit
- and the impact report also at the San Joaquin Valley's 18: 32: 36 6
- 18: 32: 40 7 offices, or you can contact any one of us.
- 18: 32: 46 8 That's all I have for tonight. I will now
- 18: 32: 50 9 turn the mike over to Beatrice Wong, who will be
- presiding as our hearing officer, and will go over the 18: 32: 54 10
- ground rules for tonight. 18: 32: 58 11 Thank you.
- 18: 33: 04 12 BEATRICE WONG: Welcome, everyone, and good
- 18: 33: 06 13 The public hearing is actually now in session.
- 18: 33: 10 14 As Gerardo said, my name is Beatrice Wong. I am an
- acting public hearing officer for the United States 18: 33: 12 15
- Environmental Protection Agency, Region 9, which is 18: 33: 16 16
- 18: 33: 20 17 located in San Francisco, California, and I am the

## $$\operatorname{Big}$ West Hearing Transcript presiding officer for today's hearing. 18: 33: 24 18 18: 33: 26 19 My role as the presiding officer is to 18: 33: 28 20 insure that the EPA receives your comments in an orderly 18: 33: 32 21 fashion. I am not involved with the decision-making process for this proposed permit. 18: 33: 36 22 18: 33: 40 23 As Gerardo said, the purpose of today's 18: 33: 42 24 hearing is to accept public comments on the EPA's 18: 33: 46 25 proposed Clean Air Act prevention deterioration permit

18: 33: 52	1	on Big West's Clean Fuels Project, and that permit will
18: 33: 56	2	grant conditional approval to Big West to construct and
18: 34: 00	3	operate additional processing units that within its
18: 34: 06	4	existing Bakersfield refinery, which is located here at
18: 34: 10	5	651 Rosedal e Hi ghway.
18: 34: 12	6	These additional units and associated
18: 34: 16	7	refinery modifications will enable Big West to increase
18: 34: 22	8	production of gasoline and fuel that meets the Clean $\operatorname{Air}$
18: 34: 26	9	Resources Board's bureau specifications.
18: 34: 30	10	And before we begin accepting your comments,
18: 34: 32	11	I'll go over the ground rules for today's hearings.
18: 34: 36	12	Some of these you probably have just heard, but I'll go
18: 34: 40	13	ahead and repeat them so that it's clear.
18: 34: 44	14	This hearing is a formal legal proceeding,
18: 34: 46	15	and the testimony that is offered will become part of
18: 34: 50	16	the administrative record that EPA will base its
18: 34: 54	17	decision. Public notice of this hearing was given on
18: 34: 58	18	November 2nd, 2007, by a publication in The Bakersfield
18: 35: 02	19	Californian and Poplar (phonetic), and again on November
18: 35: 06	20	30th in The Bakersfield Californian. Public notice was

# Big West Hearing Transcript 18: 35: 10 21 also posted on the EPA's website and mailed to 18: 35: 14 22 individuals who are on the Agency's mailing list. 18: 35: 18 23 The hearing is being recorded, both by video 18: 35: 22 24 recorder and by the court reporter, who will be 18: 35: 24 25 preparing a verbatim record of this hearing. If you 19 18: 35: 30 1 present oral comments today, we ask that you please

10. 33. 30	1	present oral comments today, we ask that you prease
18: 35: 34	2	speak clearly and slowly so that the court reporter has
18: 35: 36	3	a chance to record your comments accurately.
18: 35: 40	4	I also ask that everyone that people
18: 35: 44	5	refrain from interrupting speakers and from asking
18: 35: 48	6	questions during presentations. That will also help the
18: 35: 50	7	court reporter make an accurate record.
18: 35: 54	8	Shouting and noise making and other
18: 35: 56	9	disruptive behavior that prevents speakers or hearing
18: 36: 00	10	officials from being heard and any failure to follow the $% \left( 1\right) =\left( 1\right) \left( $
18: 36: 04	11	rules of this hearing are not permitted.
18: 36: 08	12	I don't see any banners here, but if, to the
18: 36: 10	13	extent that there are banners and posters that are
18: 36: 14	14	allowed, we just ask that they be placed in the back of
18: 36: 18	15	the room here. Any banners and posters that are on
18: 36: 20	16	sticks are not permitted here in the room. And if
18: 36: 24	17	anyone wants to hold a banner or a poster, and I don't
18: 36: 26	18	see anyone who is, we just ask that you sit in the back
18: 36: 30	19	of the room so that you don't obstruct the view of
18: 36: 36	20	anyone who's sitting behind you.
18: 36: 38	21	There is registration back in the right-hand
18: 36: 42	22	corner of the room. You don't need to register to
18: 36: 44	23	attend this hearing. If you'd like to make an oral

# Big West Hearing Transcript 18:36:48 24 comment, there is a yellow speaker form that you can 18:36:50 25 fill out, and we'll take speakers in the order that they

18: 36: 54 1	were received. If you don't plan on making an oral
18: 36: 58 2	comment today but would like to receive direct
18: 37: 02 3	notification from the EPA of its final decision on the
18: 37: 06 4	proposed permit, please sign in and leave us with a
18: 37: 10 5	mailing address or your e-mail address so that we can
18: 37: 14 6	provide that notification to you. If you don't wish to
18: 37: 16 7	speak tonight, you can also submit written comments for
18: 37: 20 8	the official record.
18: 37: 22 9	Written comments and oral comments are given
18: 37: 24 10	equal consideration in the EPA's final decision-making
18: 37: 30 11	process. Written comments submitted by fax or U.S. Mail
18: 37: 34 12	need to be postmarked on or before January 7th, 2008.
18: 37: 38 13	Written comments submitted by e-mail have to be received
18: 37: 40 14	by on or before January 7th of 2008.
18: 37: 46 15	There is a handout in the back of the room
18: 37: 48 16	that talks about the project and the permit, and on the
18: 37: 52 17	backside of that is instructions on how to make comments
18: 37: 56 18	if you wish to do so. If you you'd like to make written
18: 38: 00 19	comments tonight, again, there is a form in the back,
18: 38: 02 20	and there's also a box for you to put your completed
18: 38: 04 21	written comments in if you want to do that.
18: 38: 10 22	If you submit your comments tonight, it's
18: 38: 12 23	not necessary for you to make the same comments orally,
18: 38: 16 24	although if you choose to do that, you can. Just fill
18: 38: 18 25	out the speaker form.

18: 38: 22 1	It's all oral comments received at this
18: 38: 26 2	hearing and all written comments received by January 7th
18: 38: 30 3	will be reviewed and considered by EPA in preparing its
18: 38: 34 4	final determination.
18: 38: 36 5	Again, it's important for you to know that
18: 38: 40 6	comments we are here only to take comments on this
18: 38: 44 7	specific permit, and we really can't consider comments
18: 38: 48 8	that are not specific to the proposed permit that we're
18: 38: 52 9	here about today.
18: 38: 54 10	EPA's decisions on clean air permits are
18: 38: 58 11	typically made with the participation of a number of
18: 39: 02 12	people within the Agency, so EPA staff today won't be
18: 39: 08 13	can't commit to any specific decision related to the
18: 39: 10 14	permit.
18: 39: 12 15	Again, the purpose of this hearing is to
18: 39: 14 16	listen to your comments, and we also EPA will not be
18: 39: 18 17	providing responses. We're just here to take whatever
18: 39: 20 18	comments it is that you have to make for us to consider
18: 39: 24 19	as part of the decision-making process.
18: 39: 28 20	EPA's notice of final decision on the permit
18: 39: 32 21	along with responses to comments will be sent to
18: 39: 34 22	everyone who submitted written comments or who signed up
18: 39: 38 23	at the registration table to receive notice and provided
18: 39: 42 24	an e-mail and a postal mailing address, or a postal
18: 39: 44 25	mailing address. The information will also be posted on

18: 39: 52	2	A copy of today's transcript is available
18: 39: 54	3	for inspection at the EPA's offices in San Francisco, as
18: 39: 58	4	well as the Bakersfield office of the San Joaquin Valley
18: 40: 04	5	Air Pollution Control District. You also have the
18: 40: 04	6	option of purchasing a transcript, and you would just
18: 40: 08	7	need to make arrangements with the court reporter. We
18: 40: 12	8	will also be posting a copy of the transcript on the
18: 40: 14	9	EPA's website.
18: 40: 16	10	When EPA issues a permit, it becomes
18: 40: 18	11	effective 30 days after the notice of decision, unless
18: 40: 22	12	no comments are submitted, in which case the permit
18: 40: 26	13	becomes effective immediately. However, EPA's final
18: 40: 30	14	decision is reviewable by the Environmental Appeals
18: 40: 34	15	Board, and you can find the regulations on appeals at 40
18: 40: 38	16	CR part 124, and petition for review have to be filed
18: 40: 42	17	within 30 days.
18: 40: 44	18	In a few minutes I'm going to call the
18: 40: 46	19	speakers who filled out speaker request forms, and the
18: 40: 52	20	speakers will be called in groups of five. And there
18: 40: 54	21	are two mikes. There's one on either side of the room.
18: 40: 58	22	When you hear your name called, just kind of get up and
18: 41: 00	23	go to a microphone on either side of the room, and we'll
18: 41: 04	24	call you to speak when it's your turn.
18: 41: 08	25	When it's your turn to speak, I request that

18: 41: 12	1	you just state your name. If you're representing
18: 41: 14	2	someone, please let us know who it is that you're
18: 41: 16	3	representing and whom you're speaking on behalf of. If
18: 41: 20	4	anyone is here making comments in Spanish, the

18: 41: 24 5 translator will come and stand next to you. And we ask 18: 41: 28 6 that you -- he'll translate each sentence at a time, so 18: 41: 32 7 we ask that you finish saying a sentence and let the 18: 41: 34 8 translator translate for us before you go on to your 18: 41: 38 9 next sentence, just so we can have a clear record. 18: 41: 40 10 If for some reason you're not in the room 18: 41: 44 11 when I call your name when it's your turn to speak, I'll 18: 41: 48 12 recall your name at the -- after everyone's had an 18: 41: 50 13 opportunity to speak and you'll have your opportunity 18: 41: 52 14 toni ght. And we want to make sure that everyone has an 18: 41: 56 15 opportunity to speak, whoever wants to speak here 18: 41: 58 16 So towards that end, we are asking people to 18: 42: 02 17 keep their oral comments brief, and we're asking that people limit their oral comments to five minutes, and 18: 42: 06 18 18: 42: 10 19 we'll provide a one-minute warning and let you know when 18: 42: 14 20 your time is up. 18: 42: 14 21 If -- at the end, if time permits and 18: 42: 20 22 there's -- and all the speakers have had a chance to 18: 42: 22 23 speak, I will open it back up and let you finish your comments if you want to continue to make your oral 18: 42: 26 24 comments. Otherwise, you can certainly submit your 18: 42: 28 25

24

18: 42: 32 1 comments in writing to us, and we will consider -- EPA
18: 42: 36 2 will consider those in addition to the oral comments you
18: 42: 40 3 make tonight.

18: 42: 40 4 So with that, I will begin the process, the
18: 42: 44 5 comment period, and call the first five people.
18: 42: 52 6 Charles McCan, Gene Tackett, Les Clark,
18: 43: 02 7 Gloria Smith, and Bob Lenam.

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18: 43: 18 8	Okay. Charles McCan.
18: 43: 18 9	PUBLIC COMMENTS
18: 43: 24 10	CHARLES McCAN: My name is Charles McCan,
18: 43: 24 11	representing Wholesale Fuels, a job owner in Bakersfield
18: 43: 30 12	who serves agricultural oil to Government and
18: 43: 32 13	construction industries here in Kern County. I'm also
18: 43: 36 14	representing Jaco Oil, which is a Fastrip Food Store
18: 43: 40 15	chain of 44 locations and here in Central Valley where
18: 43: 46 16	we sell gasoline and diesel to residents and businesses
18: 43: 48 17	in Kern County.
18: 43: 54 18	Fastrip and Jaco Oil, Wholesale Fuels, with
18: 43: 58 19	over 300 employees, serving approximately 75,000
18: 44: 02 20	customers per day, support Big West's Clean Fuel Project
18: 44: 08 21	that will increase gasoline and diesel supply by some
18: 44: 10 22	1,260,000 gallons per day. Increased supply provides
18: 44: 18 23	improved pricing for our customers. This project does
18: 44: 22 24	not increase the refining capacity, but will take the
18: 44: 26 25	current approximately 20,000 barrels of fuel oil being

18: 44: 30	1	trucked to Los Angeles and converted to gasoline and
18: 44: 34	2	diesel for our market.
18: 44: 36	3	To put a number to this supply opportunity
18: 44: 40	4	for our customers, all we need to do is look at the
18: 44: 42	5	difference between Los Angeles raft diesel price today
18: 44: 48	6	and Bakersfield diesel price today. There's
18: 44: 52	7	approximately a six-cent-a-gallon savings here in
18: 44: 56	8	Bakersfield today. This type of pricing does occur
18: 45: 00	9	during the winter months because demand falls while
18: 45: 04	10	production at the refineries continues. More supply, Page 23

18: 45: 08 11	less demand, lower prices.
18: 45: 12 12	From March to October during planting and
18: 45: 16 13	harvest, our supply is flat, yet demand increases,
18: 45: 22 14	higher prices than Los Angeles. With more supply in
18: 45: 26 15	these months, it could help improve the price difference
18: 45: 30 16	for our Local economy.
18: 45: 34 17	Our business units are searching always for
18: 45: 38 18	efficiencies and productivity which allow us to operate
18: 45: 42 19	at a lower cost on a per-gallon basis. This refinery
18: 45: 46 20	almost closed due to the inability to compete and make a
18: 45: 50 21	profit. A refinery is like a production line just like
18: 45: 58 22	automobiles, the more produced, the lower cost per unit.
18: 46: 02 23	If the last owner wanted to close a refinery
18: 46: 06 24	due to high operating costs, how long can Big West be
18: 46: 08 25	able to compete unless they can lower their cost of

18: 46: 12	1	operation?
18: 46: 14	2	Wholesale Fuels, Jaco Oil, and Fastrip Food
18: 46: 18	3	Stores support the Clean Air Act the Clean project
18: 46: 22	4	that Big West has proposed. Thank you.
18: 46: 28	5	BEATRICE WONG: Okay. Gene Tackett.
18: 46: 46	6	GENE TACKETT: My name is Gene Tackett. I'm a
18: 46: 48	7	board member of the Kern County Taxpayers Association,
18: 46: 50	8	and I have a letter statement from our association
18: 46: 54	9	that was put together by executive director, Mike
18: 46: 58	10	Turni pseed.
18: 47: 00	11	"Kern Tax is a member-supported,
18: 47: 02	12	nonpartisan, non-profit corporation, whose purpose is to
18: 47: 04	13	bring about greater economy, efficiency, and Page 24

18: 47: 08 14	effectiveness in Local government. Kern Tax is
18: 47: 10 15	politically independent, viewing matters and policies in
18: 47: 14 16	an objective, impartial manner, and taking positions
18: 47: 16 17	based on the Association's adopted principles. Founded
18: 47: 20 18	in 1939, Kern Tax has only one bias, the best interest
18: 47: 24 19	of Kern County taxpayers.
18: 47: 26 20	After visiting the facility and reviewing
18: 47: 28 21	the plans, we have reached the following conclusions:
18: 47: 28 21 18: 47: 30 22	the plans, we have reached the following conclusions: The Big West refinery retrofit expansion will increase
18: 47: 30 22	The Big West refinery retrofit expansion will increase

18: 47: 46 1	supply; provide the product mostly for consumers in
18: 47: 50 2	Bakersfield, Kern County, and San Joaquin valley; make
18: 47: 54 3	this facility the cleanest refinery in the United
18: 47: 56 4	States.
18: 47: 58 5	On the economy side, this project will
18: 48: 00 6	double Kern County's tax revenues from this facility,
18: 48: 04 7	create a hundred new permanent and support employees
18: 48: 08 8	when completed, create new full-time jobs that pay in
18: 48: 10 9	the 70,000 per year range, with many not requiring a
18: 48: 14 10	college degree; require 700 workers during the
18: 48: 18 11	construction phase, with the majority being Kern County
18: 48: 22 12	residents; produce over 25 million in payroll during the
18: 48: 26 13	construction phase.
18: 48: 28 14	Since there has not been a new oil refinery
18: 48: 30 15	built in the United States in the last 30 years, it is
18: 48: 34 16	critical that existing refineries are allowed to Page 25

those in the box in the back. And I want to thank EPA

18: 48: 38 17 modernize, expand, and address new environmental 18: 48: 40 18 concerns to meeting growing consumer demands. 18: 48: 44 19 Without reservation, the Kern County 18: 48: 46 20 Taxpayers Association supports the Big West refinery's 18: 48: 48 21 efforts to address the growing petroleum needs of Kern 18: 48: 52 22 County and the rest of California." And this is signed by our executive 18: 48: 54 23 director, Mike Turnipseed, and I have copies. I'll put 18: 48: 56 24

18: 48: 58 25

18: 50: 06 18

18: 50: 12 19

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18: 49: 00 1 for coming and taking public input for this important 18: 49: 04 2 project for Kern County. Thank you for coming and 18: 49: 06 3 allowing us to speak. 18: 49: 10 4 BEATRICE WONG: Les Clark. 18: 49: 20 5 LES CLARK: My name is Les Clark. I'm the executive VP for Independent Oil Producers Agency. 18: 49: 20 6 18: 49: 24 7 We're an oil group that was formed in 1904. I represent a lot of mom and pop operators, and, of course, we're in 18: 49: 30 8 18: 49: 32 support of the Big West project. 18: 49: 36 10 With regards to the PSD permit, going 18: 49: 38 11 through that process several times myself, I know that

18: 49: 38 11 through that process several times myself, I know that
18: 49: 42 12 it's comprehensive and there's a lot of information in
18: 49: 46 13 there which will protect the public, will protect and
18: 49: 52 14 provide us the opportunity for a better market for our
18: 49: 58 15 crude.

18: 49: 58 16 The one thing that we are always concerned
18: 50: 00 17 about as the independent is to have that market, a place

about as the independent is to have that market, a place to sell our oil. Just because you produce it doesn't mean you're going to sell it, because just because you Page 26

- 18:50:14 20 sell it doesn't mean you're going to get the proper
- 18: 50: 16 21 pri ce.
- 18: 50: 16 22 So what we do in representing our members,
- 18:50:20 23 we make sure that the -- that markets there, and there
- 18:50:24 24 is flexibility built in where we can be a part of that,
- 18:50:28 25 realizing we also purchase diesel and gasoline. So this
  - 29
- 18:50:34 1 is natural. We already heard some numbers from the
- 18:50:36 2 taxpayers, which we support and their comments and the
- 18:50:40 3 other gentleman's comments preceding them. So we're in
- 18:50:44 4 support. We know the -- again, how hard it is to go
- 18:50:48 5 through the PSD permit process. And we were also here
- 18:50:52 6 when we were concerned that their refinery would go
- 18:50:56 7 away. It's a real concern. We provided comments at
- 18:51:00 8 that time, too. I plan to prepare some written
- 18:51:02 9 comments, so I'll submit those. I have information.
- 18:51:06 10 But again, we support the Big West expansion process.
- 18: 51: 12 11 Thank you very much.
- 18:51:16 12 BEATRICE WONG: Gloria Smith.
- 18:51:20 13 GLORIA SMITH: Good evening. My name is Gloria
- 18:51:20 14 Smith. I represent the Bakersfield Refinery Group,
- 18:51:24 15 which is a coalition of five labor unions, local
- 18:51:28 16 residents, some of whom live within a mile of the
- 18: 51: 30 17 refinery, and that association of irritated residents,
- 18:51:36 18 which is a San Joaquin Valley environmental activists
- 18: 51: 38 19 group.
- 18: 51: 38 20 We came here tonight mostly just to listen
- 18:51:40 21 to see what public comment was in the EPA's
- 18:51:44 22 presentation. We will be commenting extensively on the Page 27

200-page comments on the direct environmental impact

18:51:46 23 PSD permit. We will also be commenting on the NSR, any 18:51:52 24 NSR permits from the air district, and we submitted

18: 51: 54 25

- 18: 51: 58 1 report that Kern County issued last spring, and we will also be involved in the issue of its next EIR, I think 18: 52: 02 2 18: 52: 04 3 sometime in the beginning of the year. 18: 52: 08 4 We did take a quick look, though, at the fact analysis, and we're concerned that it's actually 18: 52: 10 5 18: 52: 14 6 seriously flawed. My quick review -- it appears to me 18: 52: 24 7 that there was no demonstration of the actual degree of 18: 52: 26 8 reduction that was achievable for each emission unit in 18: 52: 30 9 the project. Instead, you simply looked at the recent
- 18: 52: 34 10 permits that have been issued, and you just went with 18: 52: 38 11 those, so sort of ballpark with those. In other words,
- 18: 52: 40 12 the draft permit does not analyze the particular degrees
- 18:52:44 13 of reductions that could have been achieved with
- 18:52:48 14 specific technologies. So we'll be looking at it a
- 18:52:52 15 little closer, because CO, Nox, NVOC, could be lowered
- 18:52:56 16 if you had done that, a full top-down analysis, rather
- 18:52:58 17 than just looking at other permits.
- 18:53:00 18 The other thing we're concerned about is the
- 18:53:02 19 exemption of shutdown and startup. We're not really
- 18:53:06 20 clear why shutdown and startup was not in the analysis,
- 18:53:10 21 but we would -- we're going to be taking a look at that.
- 18:53:12 22 And we would ask, if that is going to be some sort of
- 18:53:14 23 separate analysis that that be subject to public review
- 18:53:18 24 and comment. That's all I have. Thank you.
- 18: 53: 26 25 BEATRICE WONG: Bob Lenam.

18: 53: 32	1	BUB LENAM: Good evening. My name is Bob Lenam.
18: 53: 32	2	I've been a resident of Bakersfield for 30 years and a
18: 53: 36	3	resident of the northwest area for 19. And I'm here to
18: 53: 42	4	speak in favor of the permit process and expansion of
18: 53: 46	5	the refinery.
18: 53: 46	6	I have two children that attend Centennial
18: 53: 50	7	High School right down the street, and I see no cause
18: 53: 52	8	for alarm with this expansion. The limited amount of
18: 53: 56	9	emissions that will be generated by the refinery are far
18: 54: 00	10	outweighed by the amount of gasoline and diesel that
18: 54: 02	11	will be produced with its outcome. And I would also
18: 54: 06	12	like to thank the EPA and its staff for being here and
18: 54: 08	13	allowing the public to speak. Thank you.
18: 54: 24	14	BEATRICE WONG: We have David Wolf and Mark Del
18: 54: 30	15	Papa.
18: 54: 36	16	DAVID WOLF: Good evening. My name is a David
18: 54: 38	17	Wolf, and I'm here as a concerned parent. I'm all for
18: 54: 42	18	lower gas prices, construction, a better tax base, and $\boldsymbol{I}$
18: 54: 48	19	would like to see Big West expand, but if you're going
18: 54: 50	20	to let them expand and you're looking at the numbers, I
18: 54: 54	21	assume the numbers that you've said as far as the air
18: 54: 58	22	quality are based on the fact that they're going to
18: 55: 00	23	comply and do what they say they're going to do.
18: 55: 02	24	If you're going to trust somebody, then I
18: 55: 04	25	think you need to look at their history. And

18: 55: 06 1 unfortunately, it's been my experience with Big West 18: 55: 10 2 over the last two years has had a number of violations 18: 55: 12 3 when it comes to leaks into the air. And I certainly 18: 55: 16 4 hope the EPA will look at their track record when you're 18: 55: 18 5 going to judge whether or not this expansion is going to 18: 55: 20 6 be good for air quality. 18: 55: 22 7 If someone has a multi-year history of 18: 55: 24 8 multiple violations, the one that most recently comes to my mind was the one where there was a leak and it went 18: 55: 28 9 18: 55: 32 10 all the way down to Lowe's and made people sick. 18: 55: 34 11 lucky that it flowed west as opposed to north to the new 18: 55: 38 12 school or northwest to this school or -- we've got 18: 55: 42 13 schools all around. 18: 55: 44 14 We've got a new school up here by Olive Drive, we've got Discovery, Columbia, Endeavor, 18: 55: 46 15 18: 55: 52 16 Fruitvale Junior High, Centennial, and even the 18: 55: 54 17 Bakersfield schools within five miles. I understand that they're going to be using 18: 55: 56 18 18: 55: 58 19 a modified hydrofluoric acid process. According to an 18: 56: 04 20 article in The Los Angeles Times, if there's a leak that 18: 56: 06 21 creates a white gaseous cloud which would be in the air, 18: 56: 10 22 it would be a violation, and that cloud would kill 18: 56: 14 23 within a 5 to 7.5 mile radius. And I hope you'll look to see how many schools and residents are in that 18: 56: 16 24 five-mile radius and how many people would be killed by 18: 56: 20 25

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18:56:22 1 that, and then look to see if Big West has been a good 18:56:26 2 neighbor and how many violations and how many times

	Big West Hearing Transcript				
18: 56: 28 3	they've been cited, because if they've been cited over				
18: 56: 30 4	and over and over again the way they are now, why would				
18: 56: 34 5	we let them expand? Thank you.				
18: 56: 38 6	BEATRICE WONG: Thanks. Mark Del Papa.				
18: 56: 46 7	MARK DEL PAPA: My name is Mark Del Papa. I'm				
18: 56: 50 8	here representing Fleet Card Fuels, a local fuel				
18: 56: 54 9	distributor, retailer.				
18: 56: 58 10	The Big West project, it's already been				
18: 57: 02 11	mentioned the benefit of additional supply of petroleum				
18: 57: 06 12	motor fuels. In addition, there are logistic issues				
18: 57: 12 13	that need to be considered.				
18: 57: 14 14	Since the refinery has remained opened and				
18: 57: 16 15	when the refinery is operating properly and at its				
18: 57: 22 16	capacity, we have products that move into the				
18: 57: 26 17	transportation assets pipelines in California that gets				
18: 57: 30 18	product north of Bakersfield to Fresno. The current				
18: 57: 34 19	infrastructure in the state has products which also move				
18: 57: 36 20	south from the Bay Area refining centers to Fresno in a				
18: 57: 42 21	line owned and operated by Kinder Morgan Energy				
18: 57: 46 22	Partners. That line is often prorated and constrained,				
18: 57: 48 23	and you can't put, or the shippers cannot put the				
18: 57: 52 24	volumes into that line that they wish to ship.				

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18: 57: 58	1	time is we find the whole transportation assets, the
18: 58: 04	2	trucks that haul fuels, begin to move to different
18: 58: 06	3	terminals and move longer distances and start putting
18: 58: 10	4	more traffic on the highways.
18: 58: 12	5	With the expansion of Big West and the

18: 57: 56 25

What we find happened at those points in

### Big West Hearing Transcript addition of more motor fuels into the market, it would 18: 58: 14 6 18: 58: 18 7 help to facilitate balancing the distribution system in the state, and it would help keep the prices moderated 18: 58: 22 8 18: 58: 26 for the consumers to help knock some of these price pipes out of the market that we've seen on a regular 18: 58: 30 10 18: 58: 32 11 basis. And you don't have to be a player in the 18: 58: 36 12 industry to see what has happened in times of shortage. 18: 58: 40 13 You have to just be a consumer. And we've seen some very high prices, and Big West will help keep those in 18: 58: 42 14 18: 58: 46 15 line. Thank you. 18: 58: 56 16 BEATRICE WONG: Before we conclude, are there any other speakers? Anyone else who wants to speak tonight? 18: 58: 56 17 18: 59: 06 18 Why don't we take a ten-minute break and we 18: 59: 10 19 can -- before we conclude and people can think about it. 18: 59: 12 20 Thanks. 19: 11: 16 21 (Whereupon, a short break was taken.) 19: 11: 16 22 BEATRICE WONG: We are ready to get started. The next speakers are Chuck Burks and Mike Purdy. 19: 11: 28 23 CHUCK BURKS: 19: 11: 38 24 Hello. I'm Chuck Burks. I'm a

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19: 11: 44
              in this very neighborhood we're in. And I guess I want
19: 11: 46 2
              to address kind of the safety issues.
19: 11: 48
         3
                          I've lived here for 19 years, and in that 19
19: 11: 52
         4
              years there has never been an incident at that refinery
19: 11: 54
              that has impacted my family or my property. And while
         5
              I've heard many of the same violating stories, and I've
19: 11: 58 6
              read in The Bakersfield Californian about those, I think
19: 12: 02 7
19: 12: 06 8
              that's only one side of the story. I think the reports
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19: 11: 40 25

lifetime resident of Bakersfield. I am 19-year resident

- 19: 12: 08 9 are inaccurate.
- 19: 12: 10 10 And that while there may have been
- 19:12:12 11 violations, what was the response to those violations?
- 19:12:14 12 What caused those violations? Was it, you know,
- 19:12:18 13 neglect? Was it an outside source, like maybe PG&E
- 19: 12: 22 14 shutting down power? Those things. So I think those
- 19: 12: 24 15 are things that need to be addressed. So there's, you
- 19:12:26 16 know, two sides to every story.
- 19: 12: 28 17 But fundamentally, I've been here for 19
- 19:12:30 18 years. I'm within two miles of that refinery. My
- 19: 12: 34 19 children went to the same schools, although they're
- 19:12:36 20 grown now. And again, we never had any issues with that
- 19:12:38 21 refinery that impacted my family or my property. That's
- 19: 12: 42 22 all I have to say.
- 19: 12: 44 23 BEATRICE WONG: Thank you. Mi ke Purdy.
- 19: 12: 52 24 MIKE PURDY: Mike Purdy, long-time resident of
- 19:12:54 25 Bakersfield. I, too, have lived south of the refinery

- 19:12:58 1 for about 32 years, within a two-mile radius, and I
- 19:13:06 2 don't feel threatened by Big West and what they're
- 19:13:10 3 proposing at all, nor do I feel threatened living south
- 19:13:14 4 of the refinery. We're in the path of prevailing winds
- 19:13:16 5 that would come across our house.
- 19: 13: 20 6 Again, I would like to talk about this
- 19:13:24 7 permit that we're proposing, where you look at, yes,
- 19:13:28 8 Big West has had releases. Certainly, they have had
- 19:13:32 9 accidents, but I'm like Chuck before me. What caused
- 19:13:36 10 them? No one plans for an accident. What was the
- 19:13:40 11 response of Big West? And I think Big West's response

# $$\operatorname{Big}$ West Hearing Transcript was not only appropriate, but very aggressive to do the 19: 13: 42 12 19: 13: 46 13 right thing for our community. And I think we need good community business 19: 13: 48 14 19: 13: 52 15 folks out there that are willing to make the response to 19: 13: 54 16 our concern and do the right thing by the community. 19: 13: 58 17 Big West has done that. I think they've demonstrated it 19: 14: 04 18 with some of the things that they've already done. 19: 14: 06 19 Typically, when they had a problem with the water issue, where they self-impose shutting down their 19: 14: 08 20 refinery to do the right thing. That's the type of 19: 14: 12 21 19: 14: 16 22 businesses we need in this community. And the only way 19: 14: 20 23 that we can get them to stay here is if we approve this

for us to use and lower our prices.

permit so that they can produce more gasoline and diesel

BEATRICE WONG: Before we conclude, are there any

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Thank you.

19: 14: 36 2	other individuals who would like to speak today? Okay.
19: 14: 44 3	We'll take another ten-minute break before we conclude
19: 14: 46 4	the hearing. Thanks.
19: 14: 48 5	(Whereupon, a short break was taken.)
19: 30: 08 6	BEATRICE WONG: We're going to go back on the
19: 30: 12 7	record for a minute.
19: 31: 08 8	Hi, everyone. At this point we don't have
19: 31: 10 9	any additional speaker cards. This public hearing is
19: 31: 14 10	open until 9:00. And what we'll do is we will be here
19: 31: 18 11	until 9:00 to accept any public comments. For now we'll
19: 31: 22 12	close. We'll adjourn until 8:30 and see if there are
19: 31: 28 13	any additional comments at that point, and if there
19: 31: 30 14	aren't, we'll close the hearing at that point, but this
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19: 31: 34 15	Big West Hearing Transcript way the public has a chance, for those who might be					
19: 31: 38 16	coming late, they'll have an opportunity to speak if					
19: 31: 40 17	they wish. So thank you, and thanks for your patience.					
19: 31: 42 18	(Off the record.)					
20: 25: 26 19	BEATRICE WONG: We are going to go back on the					
20: 25: 50 20	record. And if there are no further comments, I'll					
20: 25: 52 21	conclude the public hearing today. And as a reminder,					
20: 25: 56 22	the comment period, written public comment period will					
20: 26: 00 23	stay open until January 7th, 2008. And thanks,					
20: 26: 04 24	everyone, for coming and participating. The EPA really					
20: 26: 06 25	appreciates it. The public hearing is closed.					

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2	(The	heari ng	concl uded	at	8: 30	p. m. )
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	Q.
1	STATE OF CALIFORNIA )
2	) ss.
3	COUNTY OF KERN )
4	<b>,</b>
5	I, Victoria L. Thomas, a Certified Shorthand
6	Reporter in the State of California, holding Certificate
7	No. 12927, do hereby certify that the foregoing
8	proceedings were taken Wednesday, December 5, 2007, at
9	the time and place set forth on the second page hereof.
10	That upon the taking of the proceedings, the
11	words were written down by me in stenotype and
12	thereafter transcribed by computer under my supervision;
13	that the foregoing is a true and correct transcript of
14	the proceedings.
15	I further certify that I am neither counsel
16	for, nor in any way related to any party to said action,
17	nor in any way interested in the result of outcome
18	thereof.
19	Dated this 14th day of December, 2007, at
20	Bakersfield, California,

21	Big Wes	st Hearing	Tra	inscri pt		
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